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## FISCAL IMPACT REPORT

 **SPONSOR:** Nunez      **DATE TYPED:** 02/08/02    **HB** 370  
**SHORT TITLE:** Exempt College Special Events      **SB** \_\_\_\_\_  
 \_\_\_\_\_ **ANALYST:** Smith

### REVENUE

| Estimated Revenue |         | Subsequent Years Impact | Recurring or Non-Rec | Fund Affected                       |
|-------------------|---------|-------------------------|----------------------|-------------------------------------|
| FY02              | FY03    |                         |                      |                                     |
|                   | (92.0)  |                         | Recurring            | OSF/Youth Conservation Corps        |
|                   | (138.0) |                         | Recurring            | OSF/State Park Capital Improvements |
|                   | (688.0) |                         | Recurring            | Public Project Revolving Fund       |

(Parenthesis ( ) Indicate Revenue Decreases)

### SOURCES OF INFORMATION

Taxation and Revenue Department

### SUMMARY

#### Synopsis of Bill

The bill amends Section 7-9-3.2 to exclude “special events sponsored by the student association of a post-secondary educational institution” from the definition of governmental gross receipts .

### FISCAL IMPLICATIONS

TRD reports that the provisions of this bill allow for an event sponsored by a student association to be excluded from the governmental gross receipts tax (GGRT) base. This would enable a post-secondary institution to avoid GGRT on receipts from a basketball game or concert simply by including the student association as a nominal “sponsor”. Thus, the relatively large fiscal impact estimate.

SS/njw:ar